



City of NORFOLK

C: Dir., Office of Budget and Strategic Planning

To the Honorable Council
City of Norfolk, Virginia

May 14, 2015

From: Betty Meyer, Budget Director

Subject: FY 2016 Budget Ordinance -
Capital Improvement Plan

Reviewed: Sabrina Joy-Hogg
Sabrina Joy-Hogg, Deputy City Manager

Ward/Superward: Citywide

Approved: Marcus D. Jones
Marcus D. Jones, City Manager

Item Number: **R-7**

I. **Recommendation:** Adopt Ordinance

II. **Applicant:** City of Norfolk

III. **Description:**

This agenda item includes an ordinance to approve and authorize the Fiscal Year 2016 Capital Improvement Plan (CIP) for the City. The following table provides a breakdown of the capital plan by fund source.

Fiscal Year 2016 Capital Improvement Plan	
Fund	Budget
General Capital	\$113,720,000
Parking Facilities	\$2,900,000
Wastewater Utility	\$17,000,000
Storm Water Utility	\$6,315,200
Water Utility	\$15,570,000
Total Capital Improvement Plan	\$155,505,200

IV. **Analysis**

This ordinance distributes Capital Improvement Plan funds in accordance with the Proposed FY 2016 Budget presented on April 14, 2015 and subsequent amendments by City Council at budget work sessions.

V. **Financial Impact**

See Description

VI. **Environmental**

N/A

VII. **Community Outreach/Notification**

VIII. Pursuant to the Code of Virginia and Norfolk City Charter, this agenda item requires a public hearing. As such, a public hearing notice was published in *The Virginian-Pilot* on April 22, 2015 and the public hearing itself was held on May 6, 2015.

IX. **Board/Commission Action**

N/A

X. **Coordination/Outreach**

This letter has been coordinated with the Office of Budget and Strategic Planning and the City Attorney's Office.

Form and Correctness Approval:

By Nathaniel Bowman
Office of the City Attorney

NORFOLK, VIRGINIA

Pursuant to Section 72 of the City Charter, I hereby certify that the money required for this item is in the city treasury to the credit of the fund from which it is drawn and not appropriated for any other purpose.

Contents Approved:

By Betty Magee
DEPT.\$ 155,505,200 Various
Account
Alicia McKelley 5/14/15
Director of Finance Date**ORDINANCE No.**

AN ORDINANCE APPROVING THE CAPITAL IMPROVEMENT PLAN BUDGET FOR THE FISCAL YEAR BEGINNING JULY 1, 2015 AND ENDING JUNE 30, 2016; APPROPRIATING \$155,505,200 FOR CERTAIN PROJECTS APPROVED THEREIN; AUTHORIZING AN ISSUE OF BONDS IN THE AMOUNT OF \$136,030,896, OF WHICH \$4,430,424 IS THE REAPPROPRIATION OF PREVIOUSLY AUTHORIZED, BUT UNISSUED, BONDS; AND AUTHORIZING THE EXPENDITURE OF \$19,474,304 IN CASH, OF WHICH \$381,138 IS THE REAPPROPRIATION OF PREVIOUSLY AUTHORIZED CASH.

WHEREAS, the City Manager submitted to the City Council a Capital Improvement Plan Budget for the City for the fiscal year beginning July 1, 2015 and ending on June 30, 2016; and

WHEREAS, it is necessary to appropriate sufficient funds to cover the approved capital projects set forth in the Capital Improvement Plan Budget and to authorize said projects; now therefore,

BE IT ORDAINED by the Council of the City of Norfolk:

Section 1:- That the capital projects set forth below in the Capital Improvement Plan for the fiscal year beginning on July 1, 2015 and ending on June 30, 2016, submitted by the City Manager under date of April 14, 2015, and amended by City Council, are hereby approved and the amounts herein set forth aggregating \$155,505,200, or so much thereof as may be necessary, as set forth in the Capital Improvement Plan Budget for the

fiscal year July 1, 2015 to June 30, 2016, are hereby appropriated for the purposes hereinafter set out in the following subparagraph:

A. Capital Improvement Projects

<u>Number</u>	<u>Title</u>	<u>Approved Amount</u>
General Capital		
1	Address School Major Maintenance	3,500,000
2	Address Street Flooding Citywide	1,500,000
3	Build Broad Creek Library	9,000,000
4	Construct Camp Allen Elementary School	11,886,000
5	Construct or Renovate Schools	59,000,000
6	Continue Scope Arena Improvements (PA)	750,000
7	Control Beach Erosion	500,000
8	Develop Bicycle, Pedestrian Greenways, Sharrows, and Complete Streets	750,000
9	Enhance Signals and Intersections	200,000
10	Fund ADA Master Plan for City Facilities	150,000
11	Fund Chrysler Museum Capital Campaign Match	850,000
12	Fund Preliminary Engineering	3,359,000
13	Implement Fire-Rescue Facility Plan	5,125,000
14	Implement RPOS Master Plan	500,000
15	Improve Citywide Dredging and Waterways	350,000
16	Improve Community and Neighborhood Parks	500,000
17	Improve Cultural Facilities (PA)	250,000
18	Improve Denby Park Neighborhood	200,000
19	Improve Downtown Corridor Streetscaping	100,000
20	Improve Existing Community Centers	450,000
21	Improve Fairmount Park Infrastructure	950,000
22	Improve HVAC Systems Citywide	200,000
23	Improve Infrastructure and Acquire Property	1,000,000
24	Improve Neighborhood Streets - Major	600,000
25	Improve Roof Repair and Moisture Protection	250,000
26	Improve Street Lights	100,000
27	Maintain Municipal Facilities	3,000,000
28	Maintain USS Wisconsin BB-64	500,000
29	Renovate Virginia Zoo Farm and Reptile House	700,000
30	Repair and Maintain Bridges - Minor	250,000
31	Repair and Replace Bridges - Major	1,000,000
32	Repair Neigh. Sts/Sidewalks/Walkways	500,000
33	Revitalize, Redevelop, and Conserve Neighborhoods	2,500,000

34 Support Boxing Facility at Harbor Park	2,000,000
35 Support Career and Technical Education	1,000,000
36 Support Citywide Public Art	250,000
Total General Capital	113,720,000
Parking Facilities	
37 Maintain Parking Facilities	2,900,000
Total Parking Facilities	2,900,000
Storm Water Utility	
38 Create Citywide Flooding Reserve	1,315,200
39 Improve Storm Water Quality	950,000
40 Improve Storm Water System	600,000
41 Improve Storm Water Waterfront Facilities	500,000
42 Reduce Neighborhood Flooding	1,450,000
43 Support Campostella Landfill Post Closure Requirements	1,500,000
Total Storm Water Utility	6,315,200
Wastewater Utility	
44 Improve Wastewater Collection System	17,000,000
Total Wastewater Utility	17,000,000
Water Utility	
45 Implement Meter Change-Out Program	150,000
46 Improve Water Pipeline Infrastructure	12,700,000
47 Rehabilitate Reservoirs Systemwide	1,050,000
48 Replace Master Meters	120,000
49 Upgrade Moores Bridges Water Treatment Plant	1,500,000
50 Upgrade Northstar Billing System	50,000
Total Water Utility	15,570,000
Grand Total	155,505,200

Section 2:- That in order to provide the funds heretofore appropriated, cash in the aggregate principal sum of \$19,474,304 is authorized to be expended. Of such sum, \$9,527,966 is for General Capital Improvement Projects, which is comprised of \$300,000 of proceeds from the sale of land, \$2,079,166 transferred from the General Fund, \$6,148,800 transferred from the School Fund, and \$1,000,000 transferred from the Public Amenities Fund; \$2,900,000 is for Parking Facilities Fund Projects; and \$5,350,000 is for Water Utility Fund Projects; and \$1,696,338 for Storm Water Utility Fund Projects, of which \$381,138 was previously authorized cash. Previously approved, but unissued, bonds in the aggregate principal sum of \$4,430,424 are reappropriated for General Capital

Improvement Projects, and therefore bonds of the City of Norfolk in the aggregate principal sum of \$136,030,896 are hereby authorized to be issued from time to time in such form and with such terms as shall be established pursuant to future ordinances, of which \$104,192,034 is for General Capital Improvement Projects, \$4,618,862 is for Storm Water Utility Fund Projects, \$17,000,000 is for Wastewater Utility Fund Projects and \$10,220,000 is for Water Utility Fund Projects. Further, that \$7,500,000 of cash funding previously authorized from the Public Amenities Fund for General Capital Improvement Projects hereby reverts to the Public Amenities Fund, and funding for \$40,000,000 of the City's previously authorized, but unissued, Water Utility Fund Projects is hereby converted to cash funding and is hereby appropriated.

Section 3:- That the Council reasonably expects to reimburse certain expenditures made from the General Capital Improvement Projects Fund, Storm Water Utility Fund, Wastewater Utility Fund and Water Utility Fund to interim finance the above-described capital projects with the proceeds of the above described bonds to be issued by the City.

Section 4:- That this ordinance represents a declaration of "official intent" under Treasury Regulations Section 1.150-2(e).

Section 5:- That the expenditures to be reimbursed will be paid from the following funds, which funds have the following general functional purposes:

(a) General Capital Improvement Projects Fund. Used to account for the financial resources used to finance general capital improvement projects in the Capital Improvement Plan other than those financed by the City's enterprise funds or special revenue funds;

(b) Wastewater Utility Fund. Used to account for the City's wastewater utility operations, including accounting for the financial resources used to finance capital projects in the Capital Improvement Plan related to the wastewater utility;

(c) Storm Water Utility Fund. Used to account for the City's environmental storm water operations,

including accounting for the financial resources used to finance capital projects in the Capital Improvement Plan related to the storm water utility; and

(d) Water Utility Fund. Used to account for the City's water utility operations, including accounting for the financial resources used to finance capital projects in the Capital Improvement Plan related to the water utility.

Section 6:- That the appropriate officers or agents of the City are authorized and directed to file a certified copy of this ordinance with the Circuit Court of the City of Norfolk pursuant to Sections 15.2-2607 and 15.2-2627 of the Code of Virginia, 1950, as amended.

Section 7:- That the City Manager, unless otherwise directed by City Council, is hereby authorized to do all things necessary to implement the projects set forth in the FY 2015 Capital Improvement Plan Budget.

Section 8:- That the City Manager or his designee is authorized to close out or reappropriate unused Capital Improvement Plan funds in projects that have been completed. These funds may be reappropriated as sources in future year Capital Improvement Plans; and that previously appropriated neighborhood plan funding may be used for the construction of a new library.

Section 9:- That the City Manager or his designee is authorized to transfer from any project which has an excess of funds appropriated for its use to any other project all or any part of such excess. A record of all such transfers shall be maintained by the Director of Finance.

Section 10:- That the City Manager or his designee is authorized to transfer funds from any project authorized with Public Art funds in the Capital Improvement Plan to any other project or pool funds, as needed, to implement any portion of the Plan.

Section 11:- That this ordinance shall be in effect from and after July 1, 2015.